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# Occupational Employment and Wages in Los Angeles-Long Beach-Glendale — May 2015

Workers in the Los Angeles-Long Beach-Glendale Metropolitan Division had an average (mean) hourly wage of \$25.90 in May 2015, about 11 percent above the nationwide average of \$23.23, according to the U.S. Bureau of Labor Statistics. Assistant Commissioner for Regional Operations Richard Holden noted that, after testing for statistical significance, wages in the local area were higher than their respective national averages in 18 of the 22 major occupational groups, including legal; arts, design, entertainment, sports, and media; and healthcare practitioners and technical. Only one group had a significantly lower wage than its respective national average: production.

When compared to the nationwide distribution, local employment was more highly concentrated in 9 of the 22 occupational groups, including arts, design, entertainment, sports, and media; office and administrative support; and management. Conversely, 10 groups had employment shares significantly below their national representation, including construction and extraction; installation, maintenance, and repair; and healthcare practitioners and technical. (See table A and box note at end of release.)

Table A. Occupational employment and wages by major occupational group, United States and the Los Angeles-Long Beach-Glendale Metropolitan Division, and measures of statistical significance, May 2015

	Percent of total employment		Mean hourly wage			
Major occupational group	United States	Los Angeles	United States	Los Angeles	Percent difference (1)	
Total, all occupations	100.0%	100.0%	\$23.23	\$25.90*	11	
Management	5.0	5.6*	55.30	59.81*	8	
Business and Financial Operations	5.1	5.5*	35.48	38.21*	8	
Computer and Mathematical	2.9	2.4*	41.43	43.42*	5	
Architecture and Engineering	1.8	1.6*	39.89	46.33*	16	
Life, Physical, and Social Science	0.8	0.8	34.24	36.50*	7	
Community and Social Services	1.4	1.6*	22.19	26.94*	21	
Legal	0.8	0.9*	49.74	63.61*	28	
Education, Training, and Library	6.2	6.0*	25.48	29.21*	15	
Arts, Design, Entertainment, Sports, and Media	1.3	3.6*	27.39	39.56*	44	
Healthcare Practitioner and Technical	5.8	4.9*	37.40	44.55*	19	
Healthcare Support	2.9	2.4*	14.19	16.63*	17	
Protective Service	2.4	2.8*	21.45	25.55	19	
Food Preparation and Serving Related	9.1	9.4*	10.98	11.98*	9	
Building and Grounds Cleaning and Maintenance	3.2	2.6*	13.02	14.32*	10	
Personal Care and Service	3.1	2.9*	12.33	13.98*	13	

Table A. Occupational employment and wages by major occupational group, United States and the Los Angeles-Long Beach-Glendale Metropolitan Division, and measures of statistical significance, May 2015 - Continued

	Percent of total employment		Mean hourly wage		
Major occupational group	United States	Los Angeles	United States	Los Angeles	Percent difference (1)
Sales and Related	10.5	10.3	18.90	19.51*	3
Office and Administrative Support	15.8	17.4*	17.47	18.94*	8
Farming, Fishing, and Forestry	0.3	0.1*	12.67	14.46	14
Construction and Extraction	4.0	2.5*	22.88	26.32*	15
Installation, Maintenance, and Repair	3.9	3.0*	22.11	24.47*	11
Production	6.6	6.5	17.41	16.16*	-7
Transportation and Material Moving	6.9	7.2*	16.90	16.86	0

<sup>(1)</sup> A positive percent difference measures how much the mean wage in Los Angeles is above the national mean wage, while a negative difference reflects a lower wage.

One occupational group—management—was chosen to illustrate the diversity of data available for any of the 22 major occupational categories. Los Angeles-Long Beach-Glendale had 228,880 jobs in management, accounting for 5.6 percent of local area employment, significantly higher than the 5.0-percent share nationally. The average hourly wage for this occupational group locally was \$59.81, significantly above the national wage of \$55.30.

Some of the largest detailed occupations within the management group included general and operations managers (73,390), financial managers (18,600), and sales managers (17,730). Among the higher paying jobs were chief executives and architectural and engineering managers, with mean hourly wages of \$104.04 and \$77.33, respectively. At the lower end of the wage scale were food service managers (\$23.50) and funeral service managers (\$28.54). (Detailed occupational data for management are presented in <u>table 1</u>; for a complete listing of detailed occupations available go to <u>www.bls.gov/oes/2015/may/oes\_31084.htm.</u>)

Location quotients allow us to explore the occupational make-up of a metropolitan area by comparing the composition of jobs in an area relative to the national average. (See <u>table 1</u>.) For example, a location quotient of 2.0 indicates that an occupation accounts for twice the share of employment in the area than it does nationally. In the Los Angeles-Long Beach-Glendale Metropolitan Division, above-average concentrations of employment were found in some of the occupations within the management group. For instance, food service managers were employed at 1.7 times the national rate in Los Angeles, and sales managers, at 1.6 times the U.S. average. On the other hand, industrial production managers had a location quotient of 1.0 in Los Angeles, indicating that this particular occupation's local and national employment shares were similar.

These statistics are from the Occupational Employment Statistics (OES) survey, a federal-state cooperative program between BLS and State Workforce Agencies, in this case, the California Employment Development Department.

<sup>\*</sup> The percent share of employment or mean hourly wage for this area is significantly different from the national average of all areas at the 90-percent confidence level.

## **Notes on Occupational Employment Statistics Data**

With the issuance of data for May 2015, the OES program has incorporated redefined metropolitan area definitions as designated by the Office of Management and Budget. OES data are available for 394 metropolitan areas, 38 metropolitan divisions, and 167 OES-defined nonmetropolitan areas. A listing of the areas and their definitions can be found at www.bls.gov/oes/current/msa\_def.htm.

A value that is statistically different from another does not necessarily mean that the difference has economic or practical significance. Statistical significance is concerned with the ability to make confident statements about a universe based on a sample. It is entirely possible that a large difference between two values is not significantly different statistically, while a small difference is, since both the size and heterogeneity of the sample affect the relative error of the data being tested.

#### **Technical Note**

The Occupational Employment Statistics (OES) survey is a semiannual mail survey measuring occupational employment and wage rates for wage and salary workers in nonfarm establishments in the United States. The OES program produces employment and wage estimates for over 800 occupations for all industries combined in the nation; the 50 states and the District of Columbia; 432 metropolitan areas and divisions; 167 nonmetropolitan areas; and Guam, Puerto Rico, and the U.S. Virgin Islands. National estimates are also available by industry for NAICS sectors, 3-, 4-, and selected 5- and 6-digit industries, and by ownership across all industries and for schools and hospitals. OES data are available at www.bls.gov/oes/tables.htm.

OES estimates are constructed from a sample of about 1.2 million establishments. Forms are mailed to approximately 200,000 sampled establishments in May and November each year. May 2015 estimates are based on responses from six semiannual panels collected over a 3-year period: May 2015, November 2014, May 2014, November 2013, May 2013, and November 2012. The overall national response rate for the six panels is 73.5 percent based on establishments and 69.6 percent based on weighted sampled employment. The unweighted employment of sampled establishments across all six semiannual panels represents approximately 57.9 percent of total national employment. (Response rates are slightly lower for these estimates due to the federal shutdown in October 2013.) The sample in the Los Angeles-Long Beach-Glendale Metropolitan Division included 12,408 establishments with a response rate of 57 percent. For more information about OES concepts and methodology, go to <a href="https://www.bls.gov/news.release/ocwage.tn.htm">www.bls.gov/news.release/ocwage.tn.htm</a>.

The May 2015 OES estimates are based on the 2010 Standard Occupational Classification (SOC) system and the 2012 North American Industry Classification System (NAICS). Information about the 2010 SOC is available on the BLS website at <a href="https://www.bls.gov/soc">www.bls.gov/soc</a> and information about the 2012 NAICS is available at <a href="https://www.bls.gov/bls/naics.htm">www.bls.gov/bls/naics.htm</a>.

### Metropolitan area definitions

The substate area data published in this release reflect the standards and definitions established by the U.S. Office of Management and Budget.

The Los Angeles-Long Beach-Glendale, Calif. Metropolitan Division includes Los Angeles County.

## **Additional information**

OES data are available on our regional web page at <a href="www.bls.gov/regions/west">www.bls.gov/regions/west</a>. Answers to frequently asked questions about the OES data are available at <a href="www.bls.gov/oes/oes\_ques.htm">www.bls.gov/oes/oes\_ques.htm</a>. Detailed technical information about the OES survey is available in our Survey Methods and Reliability Statement on the BLS website at <a href="www.bls.gov/oes/2015/may/methods">www.bls.gov/oes/2015/may/methods</a> statement.pdf.

Information in this release will be made available to sensory impaired individuals upon request . Voice phone: (202) 691-5200; Federal Relay Service: (800) 877-8339.

Table 1. Employment and wage data from the Occupational Employment Statistics survey, by occupation, Los Angeles-Long Beach-Glendale Metropolitan Division, May 2015

	Employ	ment	Mean wages	
Occupation (1)	Level (2)	Location quotient <sup>(3)</sup>	Hourly	Annual (4)
Management Occupations	228,880	1.1	\$59.81	\$124,400
Chief Executives	8,530	1.2	104.04	216,400
General and Operations Managers	73,390	1.2	62.25	129,480
Legislators	590	0.4	(5)	64,220
Advertising and Promotions Managers	1,480	1.7	59.94	124,680
Marketing Managers	6,300	1.1	70.61	146,860
Sales Managers	17,730	1.6	61.25	127,410
Public Relations and Fundraising Managers	1,710	1.0	62.30	129,580
Administrative Services Managers	10,660	1.3	48.61	101,110
Computer and Information Systems Managers	8,800	0.9	73.47	152,820
Financial Managers	18,600	1.2	72.17	150,110
Industrial Production Managers	5,010	1.0	51.45	107,020
Purchasing Managers	2,440	1.1	51.04	106,160
Transportation, Storage, and Distribution Managers	4,480	1.4	46.21	96,110
Compensation and Benefits Managers	370	0.8	66.50	138,320
Human Resources Managers	3,790	1.0	60.44	125,710
Training and Development Managers	620	0.7	60.01	124,820
Farmers, Ranchers, and Other Agricultural Managers	(5)	(5)	40.01	83,220
Construction Managers	6,270	0.9	45.20	94,020
Education Administrators, Preschool and Childcare Center/Program	1,550	1.1	28.65	59,600
Education Administrators, Elementary and Secondary School	4,480	0.6	(5)	107,330
Education Administrators, Postsecondary	4,060	1.0	55.93	116,320
Education Administrators, All Other	1,140	1.2	56.56	117,640
Architectural and Engineering Managers	6,070	1.1	77.33	160,840
Food Service Managers	9,970	1.7	23.50	48,890
Funeral Service Managers	120	0.5	28.54	59,360
Lodging Managers	770	0.7	28.81	59,930
Medical and Health Services Managers	7,750	0.8	57.22	119,030
Natural Sciences Managers	1,040	0.7	68.77	143,030
Postmasters and Mail Superintendents	90	0.2	42.03	87,430
Property, Real Estate, and Community Association Managers	7,700	1.5	34.41	71,580
Social and Community Service Managers	3,900	1.1	38.21	79,470
Emergency Management Directors	150	0.5	55.99	116,470
Managers, All Other	9,180	0.8	62.53	130,060

<sup>(1)</sup> For a complete listing of all detailed occupations in Los Angeles-Long Beach-Glendale, CA Metropolitan Division, see

<sup>(2)</sup> Estimates for detailed occupations do not sum to the totals because the totals include occupations not shown separately. Estimates do not include self-employed workers.

<sup>(3)</sup> The location quotient is the ratio of the area concentration of occupational employment to the national average concentration. A location quotient greater than one indicates the occupation has a higher share of employment than average, and a location quotient less than one indicates the occupation is less prevalent in the area than average.

<sup>(4)</sup> Annual wages have been calculated by multiplying the hourly mean wage by a "year-round, full-time" hours figure of 2,080 hours; for those occupations where there is not an hourly mean wage published, the annual wage has been directly calculated from the reported survey data.

<sup>(5)</sup> Estimate not released.